

Access to Capital for California's Health Facilities

CA Health Facilities Financing Authority

915 Capitol Mall Suite 590

Sacramento, CA 95814

916-653-2799

www.treasurer.ca.gov/chffa/chffa.htm

Who Are We?

- State of California entity that helps non-profit and public health facilities access capital.
 - Issuance of tax-exempt revenue bonds
 - Equipment financing program
 - Low interest loan programs
- Governed by a 9 member board, chaired by State Treasurer Philip Angelides.

Who Is Eligible?

- Non-profit and public health facilities
 - Acute care hospitals
 - Adult day health care
 - Drug and alcohol treatment centers
 - Community clinics
 - Developmentally disabled centers
 - Community mental health centers
 - Group homes
 - Blood Banks
 - Speech & Hearing Center
 - and More

Programs Administered by CHFFA

- Tax Exempt Bond Financing
- Equipment Financing
- Direct Lending Programs
 - HELP II
 - HealthCAP

HELP II Loan Program

Loans of up to \$400,000 for capital projects including:

- Construction
- Renovation
- Land Acquisition
- Purchase or lease of equipment
- Pre-construction costs

Features:

- 3% interest rate.
- Loan terms up to 15 years.
- Maximum loan to value of 95%.
- Available to health facilities with \$20M in revenues or less.
- Usually secured by property being acquired and a revenue pledge.

HealthCAP

- Partnership between CHFFA and NCB Development Corp. to provide larger loans to health facilities for capital projects
 - Bond issues = \$2M & above
 - HELP II = up to \$400,000
 - Bridges gap in capital access

HealthCAP

- Loans from \$250,000 to \$1M.
- Competitive Rate: 10 year Treasury plus ~2.15% (currently ~ 6.30%).
- Can be amortized up to 20 years.
- Maximum loan to value of 90%.

HealthCAP cont.

- No restriction on annual revenues to participate in program.
- Use of funds similar to HELP II: capital projects, equipment, some refinancing. Also allows for reimbursing prior expenditures.
- Can be combined with HELP II for approximately \$1.4 million in funding.

Questions?

Contact us when you need financing for
your project @ 916-653-2799

Applications are available on our website:

www.treasurer.ca.gov/chffa/chffa.htm

